

BEFORE
THE PUBLIC SERVICE COMMISSION OF
SOUTH CAROLINA
DOCKET NO. 2006-92-WS - ORDER NO. 2006-407
JULY 25, 2006

IN RE: Application of Carolina Water Service, Inc.) ORDER GRANTING
for Adjustment of Rates and Charges for the) MOTION TO MODIFY
Provision of Water and Sewer Service.) REMAINING
) TESTIMONY PRE-
) FILING DATES AND
) HEARING DATES

This matter comes before the Public Service Commission of South Carolina (“Commission”) on the Motion of Carolina Water Service, Inc. (“CWS” or “Applicant”) for an extension of time to submit the remaining prefiled testimony and to change the hearing dates in its application for a rate increase in Docket No. 2006-92-WS. The current deadlines for submitting the remaining prefiled testimony to the Commission are June 30, 2006, for Applicant’s Rebuttal Testimony and July 6, 2006, for all the parties’ Surrebuttal Testimony. The hearing is currently scheduled for July 20-21, 2006.

CWS requests this additional time to finalize an agreement to transfer water and sewer assets to Dorchester County and assess the transfer’s impact on its pending application for a rate increase. CWS and the Office of Regulatory Staff completed an analysis of this impact on June 23, 2006, and the Commission awaits these findings. Since the acquisition of CWS’ water and sewer assets by Dorchester County affects the amount of the requested rate increase, it is in the public interest to grant an extension to submit the remaining prefiled testimony and postpone the hearing.

Additionally, the Commission takes this opportunity to further act within the public interest and requests the following information from CWS:

1. Provide a listing by subdivision name and number of each subdivision served by CWS, and for each subdivision listed provide the individual system(s) by name and number that serve such subdivision and the services provided to each subdivision.
2. Provide by system name and number for each of the individual systems owned and operated by Carolina Water Service the operating revenue, operating expenses, net income, and rate base components in the identical format and detail contained on Schedule B and Schedule C of the Company's application, the totals of which should equal the water, sewer, and combined operations of Carolina Water Service included on pages 1 through 3 of Schedule B, and pages 1 through 3 of Schedule C of the Company's application.
3. Provide by subdivision name and number, customer type (water or sewer), and customer class (residential, commercial, etc.), and the number of customers at the beginning of the test year and at the end of the test year, the total of which should equal the amounts contained on schedule F of the company's application.
4. Provide by subdivision name and number the dollar amount of pass through charges for each type of customer (water, sewer, etc.) contained on an average customer's monthly bill. Pass through charges are charges for water purchased from a government body or agency, or other entity and/or sewer treatment charges, where treatment services are provided by a government body or agency

or other entity. Also, identify the source of such charges by subdivision name and number.

5. Provide by subdivision name and number the rate charged by any government body or agency or other entity for purchased water and /or purchased sewer treatment.
6. Provide by individual system name and number, the expenditures for infrastructure improvement for the past five (5) years and the projected infrastructure expenditures for the next five (5) years.

IT IS THEREFORE ORDERED THAT:

1. For the foregoing reasons, an extension of time to submit all remaining prefiled testimony is granted. Therefore, pursuant to 26 S. C. Code Ann. Regs. 103-869(C)(Supp.2005):
 - a. All Parties of Record and the Office of Regulatory Staff must prefile with the Commission 25 copies of the Direct Testimony and exhibits of the witnesses they intend to present and serve the testimony and exhibits of the witnesses on all Parties of Record on or before July 27, 2006;
 - b. CWS must prefile with the Commission 25 copies of its Rebuttal Testimony and exhibits of the witnesses it intends to present on all Parties of Record on or before August 3, 2006;
 - c. All Parties of Record and the Office of Regulatory Staff filing Surrebuttal Testimony must prefile with the Commission 25 copies of the testimony and exhibits of the witnesses they intend to present and serve the testimony and


exhibits of the witnesses on all Parties of Record on or before August 10, 2006.

2. The original hearing date scheduled for July 20-21, 2006 is hereby moved to 10:30 a.m. on Thursday, September 7, 2006 and Friday, September 8, 2006.

3. CWS is requested to supplement its application for a rate increase with answers to the requests that are numbered one through six above.

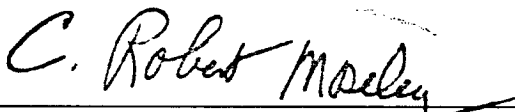
4. This Order shall remain in full force and effect until further Order of the Commission.

BY ORDER OF THE COMMISSION:



G. O'Neal Hamilton, Chairman

ATTEST:



C. Robert Moseley, Vice Chairman

(SEAL)